



Shield[®] SETTING NEW MILESTONES

THIRD QUARTER REPORT | 25



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COMPANY INFORMATION

Board of Directors

Mr. Ebrahim Qassim	Chairman
Mr. Mohammad Haroon Qassim	Chief Executive
Mr. Vali Muhammad A. Habib	Director
Mr. Muhammad Rafique Umer Afinwala	Director
Mr. Abdul Ghaffar Umer Kapadia	Director
Mrs. Saadia Naveed	Director
Mr. Mohammad Salman Qassim	Director

Audit Committee

Mr. Muhammad Rafique Umer Afinwala	Chairman
Mr. Vali Muhammad A. Habib	Member
Mr. Abdul Ghaffar Umer Kapadia	Member

Human Resource & Remuneration Committee

Mr. Abdul Ghaffar Umer Kapadia	Chairman
Mr. Mohammad Haroon Qassim	Member
Mr. Vali Muhammad A. Habib	Member

Risk Management Committee

Mr. Mohammad Haroon Qassim	Chairman
Mr. Vali Muhammad A. Habib	Member
Mr. Muhammad Rafique Umer Afinwala	Member

Chief Financial Officer

Mr. Yasir Yousuf Chhabra

Company Secretary

Mr. Hafiz Muhammad Hasan

Head of Internal Audit

Mr. Tariq Shahzad

Legal Advisors

Mr. Shafqat Zaman

External Auditors

BDO Ebrahim & Co.
Chartered Accountants

Internal Auditors

Yousuf Adil
Chartered Accountants

Bankers

Meezan Bank Limited
Bank Al-Habib Limited - Islamic Banking
Habib Metropolitan Bank Limited - Islamic Banking
Habib Metropolitan Bank Limited
Bank Alfalah Limited - Islamic Banking

Registrar & Share Registration Office

CDC Share Registrar Services Limited
CDC House, 99-B, S.M.C.H.S.,
Main Shahrah-e-Faisal,
Karachi

Registered Office

Office 1007, Business Avenue,
Block 6, P.E.C.H.S., Shahrah-e-Faisal,
Karachi

Factory

Plot No. 368/4 & 5
Landhi Industrial Area
Baldia Road
Karachi

Email & URL

mail@shield.com.pk
www.shield.com.pk

Directors' Review

On behalf of the Board of Directors, we are pleased to present the un-audited condensed interim financial statements for the period ended March 31, 2025.

Financial summary

Operating Results	July 24 - March 25	July 23 - March 24	Increase / (Decrease)
	(Rupees)	(Rupees)	
Net Sales	2,358,229,740	3,248,034,274	(27.40%)
Gross Profit	590,362,729	835,107,979	(29.31%)
Gross Profit %	25.03%	25.71%	(68 bps)
Selling and Distribution Expenses	491,057,836	712,471,936	(31.08%)
Administrative Expenses	50,037,838	48,217,112	3.78%
Gain on Disposal of Investment Property	285,511,533	-	-
Finance Costs	122,251,847	239,957,277	(49.05%)
Profit Before Tax	226,609,299	(149,527,906)	251.55%
Profit / (Loss) After Tax	188,731,688	(164,433,823)	214.78%
Earnings / (Loss) per Share	48.39	(42.16)	214.78%

Net sales of the Company decreased by 27.40% which is mainly due to increased competition, pricing adjustments taken by the Company and reduced purchasing power, gross profit in value terms decreased by Rs. 244.75 million. To improve the financial performance the Company has curtailed costs, resulting in reduction in selling and distribution expense by 31.08%. Finance cost also decreased by 49.05% mainly due to Sponsors' loan, proceeds from disposal of investment property and lower policy rate during the period. In second quarter of current financial year, considering the financial situation, Investment Property of the Company was sold to use the proceeds in reducing borrowing and for meeting working capital requirement, sale resulted in non-operating gain of Rs. 285.51 million. Due to the above, Company incurred profit after tax of Rs. 188.73 million for the nine months ended March 31, 2025 as compared to the loss after taxation of Rs. 164.43 million in the same period last year.

Macroeconomic situation is improving in Pakistan with ease in inflation, stable dollar rate and reduction in policy rate, however, recent global and local economic and political events may pose challenges for businesses. The Board is cognizant of the situation and under its guidance, management is taking various actions, including but not limited to, certain adjustments and realignment in pricing strategy of certain products, costs curtailing, etc., to improve the financial performance of the Company.

The Board of Directors would like to express their gratitude to all customers, financial institutions, staff members, suppliers and shareholders who have been associated with the Company for their continued support and cooperation.

On behalf of the Board



Mohammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director

Karachi: April 30, 2025

ڈائریکٹرز کا جائزہ

ہم بورڈ آف ڈائریکٹرز کی جانب سے ۳۱ مارچ ۲۰۲۵ کو ختم ہونے والی مدت کے لیے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے پیش کرنے میں خوشی محسوس کر رہے ہیں۔

سرمائے کا خلاصہ

عملداری نتائج	جولائی ۲۰۲۳ - مارچ ۲۰۲۴	جولائی ۲۰۲۲ - مارچ ۲۰۲۳	اضافہ/(کمی)
	(روپے)	(روپے)	
خالص سبز	2,358,229,740	3,248,034,274	(27.40%)
مجموعی منافع	590,362,729	835,107,979	(29.31%)
مجموعی فیصدی منافع	25.03%	25.71%	(68 bps)
فروخت اور تقسیم کاری کے اخراجات	491,057,836	712,471,936	(31.08%)
انتظامی اخراجات	50,037,838	48,217,112	3.78%
مالیاتی لاگت	122,251,847	239,957,277	(49.05%)
قبل از ٹیکس منافع/(نقصان)	226,609,299	(149,527,906)	251.55%
بعد از ٹیکس منافع/(نقصان)	188,731,688	(164,433,823)	214.78%
فی شیئر آمدنی/(نقصان)	48.39	(42.16)	214.78%

کمپنی کی خالص سبز میں 27.40% کمی واقع ہوئی ہے جس کی بنیادی وجہ مقابلہ میں اضافہ، کمپنی کی جانب سے کی گئی قیمتوں میں ایڈجسٹمنٹ اور قوت خرید میں کمی ہے، مالیت کے لحاظ سے مجموعی منافع میں 244.75 ملین روپے کی کمی واقع ہوئی ہے۔ مالیاتی کارکردگی کی بہتری کے لیے کمپنی نے اخراجات میں کمی کی ہے، جس کے نتیجے میں فروخت اور تقسیم کے اخراجات میں 31.08% کمی واقع ہوئی ہے۔ مالیاتی لاگت میں بھی 49.05% کمی واقع ہوئی جو بنیادی طور پر اسپانسرز کے قرض، سرمایہ کاری کی جائیداد کو فروخت کرنے سے حاصل ہونے والی رقم اور اس مدت کے دوران پالیسی کی کم شرح کی وجہ سے ہے۔ موجودہ مالی سال کی دوسری سہ ماہی میں، مالیاتی صورت حال کو مد نظر رکھتے ہوئے کمپنی کی سرمایہ کاری کی جائیداد کو فروخت کیا گیا جس سے حاصل کی گئی رقم کو قرضوں میں کمی اور ورکنگ کپیکلٹی کی ضرورتوں میں استعمال کیا گیا۔ فروخت کے نتیجے میں 285.51 ملین روپے کا غیر عملی منافع ہوا۔ مندرجہ بالا کی وجہ سے، ۳۱ مارچ ۲۰۲۵ کو ختم ہونے والے نو مہینوں میں کمپنی کو پچھلے سال کی اسی مدت کے 164.43 ملین روپے کے بعد از ٹیکس نقصان کے مقابلے میں 188.73 ملین روپے کا منافع ہوا۔

مہنگائی میں کمی، ڈالر کی مستحکم شرح اور پالیسی ریٹ میں کمی کے ساتھ پاکستان میں میکرو اکنامک صورت حال بہتر ہو رہی ہے، تاہم حالیہ عالمی اور مقامی معاشی و سیاسی واقعات کاروباری اداروں کے لیے چیلنجز کا باعث بن سکتے ہیں۔ بورڈ اس صورت حال سے آگاہ ہے اور اس کی رہنمائی میں، انتظامیہ کمپنی کی مالی کارکردگی کو بہتر بنانے کے لیے مختلف اقدامات کر رہی ہے جن میں بعض مصنوعات کی قیمتوں کے تعین کی حکمت عملی میں کچھ ایڈجسٹمنٹ اور دوبارہ ترتیب دینا، لاگت میں کمی کرنا وغیرہ شامل ہیں۔

بورڈ آف ڈائریکٹرز ان تمام صارفین، مالیاتی اداروں، عملے کے اراکین، سپلائرز اور شیئر ہولڈرز کا شکریہ ادا کرنا چاہیں گے جو کمپنی کے ساتھ مسلسل تعاون اور تائید کے لیے منسلک ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے



محمد رفیق عرفینوالا

ڈائریکٹر



محمد ہارون قاسم

چیف ایگزیکٹو

کراچی: ۳۰ اپریل ۲۰۲۵

Condensed Interim Statement of Financial Position

As at March 31, 2025

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	6	1,454,881,334	1,463,511,635
Intangible asset		10,309	47,125
Investment property	7	-	111,319,998
Long term deposits		1,272,666	1,145,986
		1,456,164,309	1,576,024,744
CURRENT ASSETS			
Stores and spares		74,937,496	68,683,793
Stock-in-trade	8	721,639,217	840,059,733
Trade debts	9	56,674,744	72,087,030
Loans and advances		10,686,236	12,772,006
Trade deposits, prepayments and other receivable	10	9,156,772	14,635,036
Taxation and levy - net		159,002,186	141,417,478
Cash and bank balances	11	10,341,236	5,622,551
		1,042,437,887	1,155,277,627
TOTAL ASSETS		2,498,602,196	2,731,302,371
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
15,000,000 (June 30, 2024 : 15,000,000) ordinary shares of Rs. 10/- each		150,000,000	150,000,000
Issued, subscribed and paid-up capital			
3,900,000 (June 30, 2024: 3,900,000) ordinary shares of Rs. 10/- each		39,000,000	39,000,000
Loan from sponsors	12	665,000,000	305,000,000
Capital reserve		10,000,000	10,000,000
Revenue reserves		470,976,189	282,244,501
		1,184,976,189	636,244,501
NON - CURRENT LIABILITIES			
Deferred taxation		6,207,044	-
Long term financing - secured	13	355,771,670	429,916,555
Security deposit		-	5,400,000
Deferred government grant	14	26,125,666	31,979,797
		388,104,380	467,296,352
CURRENT LIABILITIES			
Trade and other payable	15	312,894,689	559,213,016
Due to related party	16	68,735,320	236,148,435
Current portion of long term financing - secured	13	111,190,807	139,616,586
Current portion of deferred government grant	14	7,889,927	8,425,158
Short term borrowings - secured	17	405,698,697	636,035,611
Accrued Profit	18	18,237,459	47,443,034
Unpaid dividend		282,083	287,033
Unclaimed dividend		592,645	592,645
		925,521,627	1,627,761,518
TOTAL EQUITY AND LIABILITIES		2,498,602,196	2,731,302,371

CONTINGENCIES AND COMMITMENTS

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The annexed notes from 1 to 31 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer

Condensed Interim Statement of Profit or Loss (Unaudited)

For the Nine Months and Quarter Ended March 31, 2025

		Nine months period ended		Three months period ended	
		March 31, 2025	March 31, 2024 (Restated)	March 31, 2025	March 31, 2024 (Restated)
	Note	------(Rupees)-----		------(Rupees)-----	
Sales - net	20	2,358,229,740	3,248,034,274	762,209,137	955,767,978
Cost of sales		(1,767,867,011)	(2,412,926,295)	(543,035,826)	(779,294,926)
Gross profit		590,362,729	835,107,979	219,173,311	176,473,052
Selling and distribution expenses		(491,057,836)	(712,471,936)	(172,763,347)	(269,400,233)
Administrative and general expenses		(50,037,838)	(48,217,112)	(17,385,456)	(16,240,408)
Allowance for expected credit loss		(772,356)	(809,240)	(1,362,649)	(712,826)
Other operating expenses		(1,351,917)	(7,898,209)	(576,427)	2,037,287
		(543,219,947)	(769,396,497)	(192,087,879)	(284,316,180)
		47,142,782	65,711,482	27,085,432	(107,843,128)
Other operating income		16,206,831	24,717,889	2,699,229	7,822,181
Operating profit		63,349,613	90,429,371	29,784,661	(100,020,947)
Gain on disposal of investment property		285,511,533	-	-	-
Finance costs	21	(122,251,847)	(239,957,277)	(29,256,969)	(75,340,250)
Profit / (loss) before income tax, final tax and minimum tax		226,609,299	(149,527,906)	527,692	(175,361,197)
Final Tax		-	(133,639)	-	(63,445)
Minimum tax differential		(30,845,391)	(41,817,291)	(10,259,385)	(12,515,475)
Profit / (loss) before income tax		195,763,908	(191,478,836)	(9,731,693)	(187,940,117)
Taxation		(7,032,220)	27,045,013	(3,540,251)	33,640,287
Profit / (loss) for the period		188,731,688	(164,433,823)	(13,271,944)	(154,299,830)
Earnings / (loss) per share - basic and diluted	22	48.39	(42.16)	(3.40)	(39.56)

The annexed notes from 1 to 31 form an integral part of these condensed interim financial statements.



Muhammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer

Condensed Interim Statement of Comprehensive Income (Unaudited)

For the Nine Months and Quarter Ended March 31, 2025

	Nine months period ended		Three months period ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	------(Rupees)-----		------(Rupees)-----	
Profit / (loss) for the period	188,731,688	(164,433,823)	(13,271,944)	(154,299,830)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss) for the period	188,731,688	(164,433,823)	(13,271,944)	(154,299,830)

The annexed notes from 1 to 31 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer

Condensed Interim Statement of Changes in Equity (Unaudited)

For the Nine Months Period Ended March 31, 2025

Issued, subscribed and paid-up capital	Loan from sponsors	Reserve				Sub total	Total
		Capital reserve	Revenue reserves				
		Share Premium	General	Unappropriated profit			

----- (Rupees) -----

Balance as at July 1, 2023 (Audited)	39,000,000	55,000,000	10,000,000	55,000,000	589,923,888	654,923,888	748,923,888
Loss for the period	-	-	-	-	(164,433,823)	(164,433,823)	(164,433,823)
Other comprehensive income for the period	-	-	-	-	-	-	-
Loan obtained from sponsors during the period	-	250,000,000	-	-	-	-	250,000,000
	-	250,000,000	-	-	(164,433,823)	(164,433,823)	85,566,177
Balance as at March 31, 2024 (Un-audited)	39,000,000	305,000,000	10,000,000	55,000,000	425,490,065	490,490,065	834,490,065
Balance as at July 1, 2024 (Audited)	39,000,000	305,000,000	10,000,000	55,000,000	227,244,501	292,244,501	636,244,501
Profit for the period	-	-	-	-	188,731,688	188,731,688	188,731,688
Other comprehensive income for the period	-	-	-	-	-	-	-
Loan obtained from sponsors during the period	-	360,000,000	-	-	-	-	360,000,000
	-	360,000,000	-	-	188,731,688	188,731,688	548,731,688
Balance as at March 31, 2025 (Un-audited)	39,000,000	665,000,000	10,000,000	55,000,000	415,976,189	480,976,189	1,184,976,189

The annexed notes from 1 to 31 form an integral part of these condensed interim financial statements.



Mohammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer

Condensed Interim Statement of Cash Flows (Unaudited)

For the Nine Months Period Ended March 31, 2025

		Nine months period ended	
		March 31, 2025	March 31, 2024
	Note	------(Rupees)-----	
Cash flows from operating activities			
Cash (used in) / generated from operations	23	(118,559,300)	500,480,557
Finance costs - net		(151,457,422)	(242,412,211)
Income tax - net		(49,255,275)	(68,844,909)
Net cash flows (used in) / generated from operating activities		(319,271,997)	189,223,437
Cash flows from investing activities			
Fixed capital expenditure including work in progress		(87,612,296)	(163,351,873)
Liquidation proceeds from investment in equity accounted associate		-	994,743
Sale proceeds from disposal of investment property - net		396,000,000	-
Repayment of Security Deposit		(5,400,000)	-
Sale proceeds from disposal of operating fixed assets		282,396	778,720
Net cash flows generated from / (used in) investing activities		303,270,099	(161,578,410)
Cash flows from financing activities			
Long term financing - net		(108,960,026)	(18,394,109)
Loan received from sponsors		360,000,000	250,000,000
Short term murabaha finance and istisna finance - net		(30,102,186)	(113,943,325)
Dividend paid		(4,950)	(4,479)
Net cash flows generated from financing activities		220,932,838	117,658,087
Net increase in cash and cash equivalents		204,930,940	145,303,114
Cash and cash equivalents at the beginning of the period		(376,699,438)	(306,035,190)
Effect of movements in exchange rates on cash held		22,473	-
Cash and cash equivalents at the end of the period	24	(171,746,025)	(160,732,076)

The annexed notes from 1 to 31 form an integral part of these condensed interim financial statements.



Muhammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer

Notes to the Condensed Interim Financial Statements

For the Nine Months Period Ended March 31, 2025

1 STATUS AND NATURE OF BUSINESS

Shield Corporation Limited (the Company) was incorporated on January 10, 1975 as a public limited company in Pakistan under the repealed Companies Act, 1913 (now Companies Act, 2017) and is quoted on Pakistan Stock Exchange Limited. The Company started its commercial production on November 26, 1975 and is mainly engaged in the manufacturing, trading and sales of oral care, baby care and hygiene products.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is situated at office No. 1007, 10th Floor, Business Avenue, Block 6, P.E.C.H.S., Shahrah-e-Faisal, Karachi. The manufacturing facility of the Company is located at Landhi Industrial Area, Karachi.

3 BASIS OF PREPARATION

3.1 Statement of compliance

These condensed interim financial statements of the Company for the period ended March 31, 2025 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under Act have been followed.

3.1.1 These condensed interim financial statements do not include all the information and disclosures required in an annual audited financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3.1.2 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes thereto for the period ended March 31, 2025 have been extracted from the condensed interim financial statements of the Company for the period ended March 31, 2024.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended June 30, 2024.

4.1 Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2024, but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

4.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are not effective for the Company's current accounting period. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

5 ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2024.

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)	
Note		----- (Rupees) -----		
6	PROPERTY, PLANT AND EQUIPMENT			
	Operating fixed assets	6.1	1,428,689,800	1,437,964,645
	Capital work in progress	6.2	26,191,534	25,546,990
			1,454,881,334	1,463,511,635

6.1 Operating fixed assets

	Opening net book value		1,437,964,645	1,306,264,286
	Additions / transfers during the period / year at cost	6.1.1	86,967,752	252,500,978
			<u>1,524,932,397</u>	<u>1,558,765,264</u>
	Disposals during the period / year at net book value	6.1.1	(3,990,252)	(1,104,583)
	Depreciation charge for the period / year		<u>(92,252,345)</u>	<u>(119,696,036)</u>
			<u>(96,242,597)</u>	<u>(120,800,619)</u>
	Closing net book value		<u>1,428,689,800</u>	<u>1,437,964,645</u>

6.1.1 Following are the cost of operating fixed assets added and disposed off during the period / year ended:

	March 31, 2025 (Unaudited)		June 30, 2024 (Audited)	
	Additions (at cost)	Disposals (at net book value)	Additions (at cost)	Disposals (at net book value)
	----- (Rupees) -----			
Building	5,103,868	-	80,397,910	-
Plant and machinery	78,130,343	3,960,885	167,771,798	1,077,817
Office equipments	1,486,937	29,367	2,075,200	26,766
Furniture and fittings	2,026,410	-	649,809	-
Computers	220,194	-	1,606,261	-
	<u>86,967,752</u>	<u>3,990,252</u>	<u>252,500,978</u>	<u>1,104,583</u>

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Note	------(Rupees)-----	
6.2 Capital work in progress			
Plant and machinery		17,378,538	20,688,571
Advances to suppliers		8,812,996	4,858,419
	6.2.1	<u>26,191,534</u>	<u>25,546,990</u>
6.2.1 Movement of carrying amount is as follows:			
Opening balance		25,546,990	68,743,323
Additions (at cost) during the period / year		43,019,146	185,209,857
		<u>68,566,136</u>	<u>253,953,180</u>
Transfer to operating fixed assets during the period / year		(42,374,602)	(228,406,190)
Closing balance		<u>26,191,534</u>	<u>25,546,990</u>

7 INVESTMENT PROPERTY

Leasehold land	7.1	-	106,311,741
Building on leasehold land		-	5,008,257
		<u>-</u>	<u>111,319,998</u>

- 7.1 During the period, the Company disposed off investment property which includes both leasehold land and the building on leasehold land as situated in P.E.C.H.S block 6. The property was sold to Pharmevo (Private) Limited, a related party as disclosed in note 28, the proceeds amounted to Rs. 400 million.

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
		------(Rupees)-----	
8 STOCK-IN-TRADE			
Manufacturing:			
Raw and packing materials			
in hand		312,648,577	424,336,623
in transit		44,343,267	35,964,309
		<u>356,991,844</u>	<u>460,300,932</u>
Work-in-process		67,377,777	85,761,711
Finished goods		294,849,157	293,170,904
Less: Provision for slow moving stock		(7,932,924)	(16,765,064)
		<u>286,916,233</u>	<u>276,405,840</u>
Trading:			
in hand		10,357,992	17,802,337
Less: Provision for slow moving stock		(4,629)	(211,087)
		<u>10,353,363</u>	<u>17,591,250</u>
		<u>721,639,217</u>	<u>840,059,733</u>

	March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
Note	------(Rupees)-----	

9 TRADE DEBTS

(Unsecured - considered good)

Due from associated undertakings

Others

9.1	21,715,565	17,956
	34,959,179	72,069,074
	56,674,744	72,087,030

(Unsecured - considered doubtful)

Considered doubtful

Allowance for expected credit loss

9.2	10,315,253	9,542,897
	(10,315,253)	(9,542,897)
	56,674,744	72,087,030

9.1 This comprises of amounts receivable from:

Memon Medical Institute

Premier Agencies

-	17,956
21,715,565	-
21,715,565	17,956

9.2 Allowance for expected credit loss

Opening balances

Allowance for expected credit loss

Closing balances

9,542,897	6,840,633
772,356	2,702,264
10,315,253	9,542,897

10 TRADE DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

LG margin

Security deposits

Prepayments

Sales Tax adjustable

10.1	5,000,000	5,000,000
	570,996	200,996
	2,768,900	1,323
	816,876	9,432,717
	9,156,772	14,635,036

10.1 This represents short term deposits in the normal course of business and does not carry any interest or mark-up.

11 CASH AND BANK BALANCES

Cash in hand

Local currency

Foreign currency

114,116	144,320
854,289	843,660
968,405	987,980

Cash at bank

Current account

11.1	9,372,831	4,634,571
	10,341,236	5,622,551

11.1 This includes balances amounting to Rs. 8.818 million (June 30, 2024: Rs. 3.923 million) with Shariah compliant banks.

12 LOAN FROM SPONSORS

The sponsors of the company as referred in note 28.1 have granted an interest free loan to the Company. As per the terms of the contract the amount is repayable at the discretion of the Company. During the period the Company further received a loan amounting to Rs. 360 million.

13 LONG TERM FINANCING - SECURED

	Installment payable	Repayment period	Profit rate	Note	March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
					----- (Rupees) -----	
Shariah Arrangements						
Bank Al-Habib Limited - Islamic banking	Quarterly	2019-25	0.75% above 6 months KIBOR	13.1	4,824,843	12,062,108
Bank Al-Habib Limited - Islamic banking	Quarterly	2019-25	1% above 6 months KIBOR	13.1	8,506,486	21,266,215
Bank Al-Habib Limited - Islamic banking	Quarterly	2022-27	1% above 6 months KIBOR	13.1	4,237,200	5,826,150
Bank Al-Habib Limited - Islamic banking	Quarterly	2022-27	1% above 6 months KIBOR	13.1	2,261,179	3,109,121
Bank Al-Habib Limited - Islamic banking	Quarterly	2023-28	1% above 6 months KIBOR	13.1	4,127,717	5,080,267
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-28	1% above 6 months KIBOR	13.1	38,378,000	43,175,250
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-28	1% above 6 months KIBOR	13.1	14,779,264	16,626,672
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-28	1% above 6 months KIBOR	13.1	8,309,839	9,287,467
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-28	1% above 6 months KIBOR	13.1	2,936,272	3,281,716
Bank Al-Habib Limited - Islamic banking	Quarterly	2024-28	1% above 6 months KIBOR	13.1	7,566,253	8,456,400
Meezan Bank Limited	Quarterly	2019-25	1% above 3 months KIBOR	13.2	-	1,327,046
Meezan Bank Limited	Quarterly	2019-25	1% above 3 months KIBOR	13.2	1,819,816	4,549,537
Meezan Bank Limited	Quarterly	2019-25	1% above 3 months KIBOR	13.2	819,685	1,639,363
Meezan Bank Limited	Quarterly	2019-25	1% above 3 months KIBOR	13.2	746,796	1,493,583
Meezan Bank Limited	Quarterly	2019-25	1.2% above 3 months KIBOR	13.3	5,117,093	20,468,396
Bank Al falah Limited	Quarterly	2023-32	4% above SBP Rate	13.4	4,883,335	5,356,456
Bank Al falah Limited	Quarterly	2023-31	4% above SBP Rate	13.4	2,296,068	2,539,664
Bank Al falah Limited	Quarterly	2024-32	4% above SBP Rate	13.4	11,919,776	12,983,208
Bank Al falah Limited	Quarterly	2024-32	4% above SBP Rate	13.4	108,771,098	117,476,998
Bank Al-Habib Limited - Islamic banking	Quarterly	2023-31	1% above 6 months KIBOR	13.5	234,661,757	273,527,524
					466,962,477	569,533,141

					March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Installment payable	Repayment period	Profit rate	Note	------(Rupees)-----	

Shariah Arrangements

Less: Current portion shown under current liabilities

Bank Al-Habib Limited - Islamic banking	13.1 & 13.5	(88,076,803)	(98,017,497)
Meezan Bank Limited	13.2 & 13.3	(8,503,390)	(27,523,699)
Bank Al falah Limited	13.4	(14,610,614)	(14,075,390)
		(111,190,807)	(139,616,586)
		355,771,670	429,916,555

- 13.1 This facility has been obtained from Bank Al-Habib Limited-Islamic banking under this diminishing musharakah aggregating to Rs. 389.667 million out of which Rs. 228.094 million (June 30, 2024: Rs. 228.094 million) utilized as at the reporting date. The term of the loan was 5 years from the date of disbursement, repayable in 20 equal quarterly installments. During the period, the Company had made repayment of Rs. 32.244 million (June 30, 2024: Rs. 30.547 million). The facility is secured by first exclusive charge of particular machinery of the Company and personal guarantee of chairman of the Board of Directors. The facility carries profit rates ranging from 13.19% to 22.79% (June 30, 2024: 17.44% to 24.16%) per annum.
- 13.2 This facility has been obtained from Meezan Bank Limited under this diminishing musharakah aggregating to Rs. 95 million out of which Rs. 27.209 million (June 30, 2024: Rs. 35.614 million) utilized as at the reporting date. The term of the loan was 2 to 5 years from the date of disbursement, repayable in 8 to 20 equal quarterly installments. During the period, the Company had made repayment of Rs. 5.623 million (June 30, 2024: Rs. 9.151 million). The facility is secured by a first exclusive charge over particular machinery of the Company. The facility carries profit rates ranging from 13.21% to 20.00% (June 30, 2024: 20.00%) per annum.
- 13.3 This facility has been obtained from Meezan Bank Limited under this diminishing musharakah aggregating to Rs. 125 million out of which Rs. 102.342 million (June 30, 2024: Rs. 102.342 million) utilized as at the reporting date. The term of the loan was 5 years from the date of disbursement, repayable in 20 equal quarterly installments started from August 2019. During the period, the Company had made repayment of Rs. 15.351 million (June 30, 2024: Rs. 20.468 million). The facility is secured by a first exclusive charge of Baby Care machine and personal guarantee of Chairman of the Board of Directors and Chief Executive Officer. The facility carries profit rates ranging from 15.23% to 20.00% (June 30, 2024: 20.00%) per annum.
- 13.4 This facility has been obtained under the Temporary Economic Refinance Facility (TERF) from Bank Al Falah Limited under diminishing musharakah aggregating to Rs. 180 million out of which Rs. 180 million (June 30, 2024: Rs. 180 million) utilized as at the reporting date. The term of the loan was 10 years including 2 years grace period from the date of disbursement, repayable in 32 equal quarterly installments. During the period, the Company had made repayment of Rs. 16.875 million (June 30, 2024: Rs. 1.239 million). The SBP-ITERF Scheme is secured by first exclusive charge over specific plant & machinery imported through BAFL with 25% margin for Rs. 60 million secured by first pari passu charge over existing and future plant and machinery of the company and cross corporate guarantee of related party PharmEvo (Pvt) Ltd for Rs. 60 million, and personal guarantee of Chairman of the Board of Directors for Rs. 225 million.
- 13.5 This facility has been obtained from Bank Al Habib Limited - Islamic banking under this diminishing musharakah aggregating to Rs. 450 million out of which Rs. 364.955 million (June 30, 2024: Rs. 364.955 million) utilized as at the reporting date. The term of the loan was 8 years including 1 year grace period from the date of disbursement, repayable in 28 equal quarterly installments. During the period, the Company had made repayment of Rs. 38.866 million (June 30, 2024: Rs. 48.623 million). The facility is secured by a equitable mortgage of factory property and personal guarantee of Chairman of the Board of Directors. The facility carries profit rates ranging from 13.19% to 22.70% (June 30, 2024: 18.10% to 24.04%) per annum.

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Note	------(Rupees)-----	
14 DEFERRED GOVERNMENT GRANT			
Government grant	14.1	34,015,593	40,404,955
Less: Current portion shown under current liabilities		(7,889,927)	(8,425,158)
		26,125,666	31,979,797

- 14.1 The Company had availed long term finance facility. The Institute of Chartered Accountants of Pakistan (ICAP) issued the guidance for accounting of said financing through circular No. 11/2020. Accordingly, the Company recognised the Deferred Government Grant in accordance with the requirements of 'IAS 20-Accounting for Government Grants and Disclosure of Government Assistance'.

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Note	------(Rupees)-----	
15	TRADE AND OTHER PAYABLES		
Creditors		153,718,712	379,970,928
Bills payable		49,218,219	35,033,486
Accrued liabilities		84,640,991	92,760,626
Provident fund payable		23,866	79,236
Contract Liability		25,292,901	51,368,740
		<u>312,894,689</u>	<u>559,213,016</u>

16 DUE TO RELATED PARTY

Premier Sales (Private) Limited	16.1	<u>68,735,320</u>	<u>236,148,435</u>
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- 16.1 The balance pertains to Premier Sales (Private) Limited, that acts as a sales distributor for the Company. It is responsible for distributing the Company's products in specified regions. In addition to the sales transactions, the Company reimburses its selling and distribution expenses, incurred in the ordinary course of business.

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
		------(Rupees)-----	
17	SHORT TERM BORROWINGS - SECURED		
From banking companies - secured			
Islamic mode			
Murabaha finance		188,611,436	123,527,977
Running musharakah		182,087,261	382,321,989
Istisna financing		35,000,000	130,185,645
		<u>405,698,697</u>	<u>636,035,611</u>

18 ACCRUED PROFIT

Long-term financing from Banks			
Shariah Arrangement:			
Diminishing musharakah		8,668,752	20,331,294
Short-term borrowings from Banks			
Murabaha financing		4,798,664	5,767,643
Musharakah financing		3,810,168	13,345,442
Istisna financing		836,505	7,925,468
		<u>9,445,337</u>	<u>27,038,553</u>
Guarantee commission		123,370	73,187
		<u>18,237,459</u>	<u>47,443,034</u>

19 CONTINGENCIES AND COMMITMENTS

19.1 Contingencies

19.1.1 There is no significant change in the status of contingencies as set out in the Company's annual financial statements for the year ended June 30, 2024.

19.2 Commitments

19.2.1 The Company has commitments under letter of credit for purchases amounting to Rs. 63.442 million (June 30, 2024: Rs. 110.919 million).

19.2.2 The Company has letter of credit and other commitments for capital expenditures amounting to Rs. 45.743 million (June 30, 2024: Rs. 4.453 million).

	Note	Nine months period ended		Three months period ended	
		March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		------(Rupees)-----		------(Rupees)-----	
20 SALES - NET					
Gross sales					
Local sales		2,795,335,129	3,999,789,913	899,011,692	1,192,184,678
Sales tax		(437,462,212)	(625,723,349)	(140,767,579)	(186,095,031)
		2,357,872,917	3,374,066,564	758,244,113	1,006,089,647
Discounts		(63,304,258)	(143,434,078)	(18,955,267)	(61,641,004)
		2,294,568,659	3,230,632,486	739,288,846	944,448,643
Export sales	20.1	63,661,081	17,401,788	22,920,291	11,319,335
		2,358,229,740	3,248,034,274	762,209,137	955,767,978
20.1 Information by geographical area for export sales					
Afghanistan		15,716,141	-	-	-
Ghana		-	7,301,624	-	7,301,624
Jordan		4,227,657	-	4,227,657	-
Madagascar		5,655,530	-	-	-
Mozambique		-	3,500,396	-	-
Muritania		9,157,275	-	9,157,275	-
Oman		2,673,011	-	2,673,011	-
Senegal		6,862,348	-	6,862,348	-
Sudan		9,459,609	-	-	-
Uganda		-	467,515	-	-
UK		1,570,667	-	-	-
USA		3,197,359	6,132,253	-	4,017,711
Uzbekistan		5,141,484	-	-	-
		63,661,081	17,401,788	22,920,291	11,319,335

	Nine months period ended		Three months period ended	
	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
	------(Rupees)-----		------(Rupees)-----	
21 FINANCE COSTS				
Shariah Arrangement				
Profit on short term borrowings	54,114,643	150,455,711	11,668,888	45,473,850
Rent on diminishing musharakah	67,314,914	86,835,345	17,430,478	29,287,354
Guarantee commission	173,149	154,194	44,395	38,450
Bank charges	566,079	563,810	112,562	42,468
	122,168,785	238,009,060	29,256,323	74,842,122
Non-Shariah Arrangement				
Mark-up on WPPF	-	1,815,818	-	469,946
Guarantee commission	1,261	3,367	646	207
Bank charges	81,801	129,032	-	27,975
	122,251,847	239,957,277	29,256,969	75,340,250

22 EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED				
Profit / (loss) for the period (Rupees)	188,731,688	(164,433,823)	(13,271,944)	(154,299,830)
	(Number of shares)		(Number of shares)	
Weighted average number of ordinary shares in issue during the period (shares)	3,900,000	3,900,000	3,900,000	3,900,000
	(Rupees)		(Rupees)	
Earnings / (loss) per share - basic and diluted	48.39	(42.16)	(3.40)	(39.56)

	Note	Nine months period ended	
		March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		------(Rupees)-----	
23 CASH GENERATED FROM OPERATIONS			
Profit / (loss) before income tax, final tax and minimum tax		226,609,299	(149,527,906)
Adjustments for:			
Depreciation		93,083,876	89,389,777
Amortization		36,817	55,025
Allowance for expected credit loss		772,356	809,240
Exchange gain		(22,473)	-
Loss / (gain) on disposal of property, plant and equipment		3,707,856	325,863
Gain on disposal of investment property		(285,511,533)	-
Finance costs	21	122,251,847	239,957,277

	Nine months period ended	
	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
	------(Rupees)-----	
Changes in Working Capital		
(Increase) / decrease in current assets		
Stores and spares	(6,253,703)	(7,433,185)
Stock-in-trade	118,420,516	44,291,474
Trade receivables	14,639,930	169,534,295
Loans and advances	2,085,770	14,490,695
Long term deposits	(126,680)	-
Trade deposits and short term prepayments	5,478,264	6,825,850
(Decrease) / increase in current liabilities		
Trade and other payables	(246,318,327)	91,762,152
Due to related party	(167,413,115)	-
Cash (used in) / generated from operations	<u>(118,559,300)</u>	<u>500,480,557</u>

		March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
	Note	------(Rupees)-----	
24 CASH AND CASH EQUIVALENTS			
Running musharakah - secured	17	(182,087,261)	(165,449,031)
Cash and bank balances	11	<u>10,341,236</u>	<u>4,716,955</u>
		<u>(171,746,025)</u>	<u>(160,732,076)</u>

25 ENTITY-WIDE INFORMATION

The Company constitutes of a single reportable segment, the principal classes of products of which are oral care, baby care and hygiene products.

The Company's principal classes of products accounted for the following percentages of sales :

	Nine months period ended		Three months period ended	
	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
Baby care	88.11%	90.28%	89.30%	88.08%
Oral care	9.75%	8.77%	8.88%	10.24%
Hygiene	2.14%	0.95%	1.82%	1.68%
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
	Note	------(Rupees)-----	
26	FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES		
26.1	Financial instruments by category		
	Financial assets at amortized cost		
	Deposits	1,843,662	1,346,982
	Loan to employees	316,979	777,646
	Trade debts	9 56,674,744	72,087,030
	Cash and bank balances	11 10,341,236	5,622,551
		<u>69,176,621</u>	<u>79,834,209</u>
	Financial liabilities at amortized cost		
	Long term financing - secured	13 466,962,477	569,533,141
	Trade and other payables	15 287,601,788	507,844,276
	Accrued profit	18 18,237,459	47,443,034
	Short term borrowings - secured	17 405,698,697	636,035,611
		<u>1,178,500,421</u>	<u>1,760,856,062</u>

27 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset either directly that is, derived from prices.
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognised at the end of the reporting period during which the changes have occurred. At the reporting date, none of the financial instruments of the company are carried at fair value.

The Company has not disclosed the fair values for all other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are reasonable approximation of fair value.

28 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of other associated companies, key management personnel, directors and post employment benefit plan. Transactions with related parties and associated undertakings other than those disclosed elsewhere in the financial statements are as under:

28.1 Transactions				Nine months period ended March 31, 2025 (Unaudited)		Three months period ended March 31, 2024 (Unaudited)	
Name	Nature of relationship	Basis of relationship	Nature of transaction	------(Rupees)-----		------(Rupees)-----	
Premier Sales (Private) Limited	Associated undertaking	Common Director	Sale of goods - net off discount of Rs. 0.056 million (March 31, 2024: Rs. 0.080 million)	1,502,248,470	1,576,805,021	452,700,970	437,506,886
			Reimbursement of selling and distribution expenses	187,087,604	251,332,661	61,866,536	88,497,255
			Sindh sales tax on distribution services	200,291	-	58,842	-
Premier Agencies	Associated undertaking	Common Director	Sale of goods	19,651,421	-	12,769,200	-
Memon Medical Institute	Associated undertaking	Common Director	Sale of goods	17,708	42,711	-	10,080
Pharveo Private Limited	Associated undertaking	Common Director	Sale of investment property	400,000,000	-	-	-
Mr. Ebrahim Qassim	Related parties	Chairman	Loan received	155,000,000	-	-	-
Mr. Mohammad Haroon Qassim	Related parties	Chief Executive	Loan received	60,000,000	170,000,000	-	170,000,000
Mr. Mohammad Salman Qassim	Related parties	Director	Loan received	145,000,000	80,000,000	-	80,000,000
Employees provident fund	Retirement benefit fund	Employees benefit fund	Contribution made	9,377,565	10,279,947	3,226,595	3,465,823
Key management personnel	Related parties	Executives	Remuneration and benefits	49,244,322	43,361,119	19,114,488	13,980,192

28.2 The Company does not have any shareholding in above related parties as on March 31, 2025 (June 30, 2024: Nil).

28.3 Period / year end balances		March 31, 2025 (Unaudited)	June 30, 2024 (Audited)
		------(Rupees)-----	
Receivable from related parties (refer note 9.1)		21,715,565	17,956
Payable to related parties		68,735,320	236,148,435
Loan from Sponsors		665,000,000	305,000,000

28.4 The transactions with related parties are conducted at terms agreed and as approved by the Company's Board of Directors.

29 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made other than those mentioned in these financial statements.

30 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 30, 2025 by the Board of Directors of the Company.

31 GENERAL

Figures have been rounded off to the nearest Pakistan rupee unless otherwise stated.



Mohammad Haroon Qassim
Chief Executive



Muhammad Rafique Umer Afinwala
Director



Yasir Yousuf Chhabra
Chief Financial officer



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